

Category 4

Presentation to Alberta Coal Policy Review Panel



Montem Resources

July 7, 2021

Disclaimer

Disclaimer - Montem Resources Corp ("Montem" or "The Company") has prepared this presentation based on the information available to it. No representation or warranty, expressed or implied, is made as to the fairness, accuracy, completeness or correctness of the information, opinions and conclusions contained in this presentation. To the maximum extent permitted by law, none of Montem, its directors, employees or agents, advisers, nor any other person accepts liability, including, without limitation, any liability arising from fault or negligence on the part of any of them or any other person, for any loss arising from the use of this presentation or its contents or otherwise arising in connection with it. This presentation contains general and background information about Montem's activities current as at the date of the presentation and should not be considered to be comprehensive or to comprise all the information that an investor should consider when making an investment decision. The information is provided in summary form, has not been independently verified, and should not be considered to be comprehensive or complete. It should be read solely in conjunction with the oral briefing and all other documents provided to you by Montem. All dollar terms expressed in this presentation are in Australian Dollars unless otherwise stated. Certain historical and technical information provided herein is given in reliance on outside sources that Montem considers to be reliable. However, no guarantee is given as to the accuracy of any such information.

Forward looking statements - This presentation may contain forward looking statements that are subject to risk factors, including those associated with mining and production businesses. Forward-looking statements, including projections, forecasts and estimates, are provided as a general guide only and should not be relied on as an indication or guarantee of future performance and involve known and unknown risks, uncertainties and other factors, many of which are outside the control of Montem. Any prospective investor acknowledges that circumstances may change and the contents of this presentation may become outdated as a result. Each prospective investor acknowledges that no audit or review has been undertaken by an independent third party of the assumptions, data, results, calculations and forecasts contained or referred to herein. Forecasts are inherently uncertain by nature, and are subject to a range of qualifications and assumptions inherent in them. Those assumptions and qualifications are not generally contained in this presentation. The actual realised returns on any investment will depend on, among other things, the Company's ability to raise funds, obtain permitting, future operating results, the value of the assets and market conditions, all of which may differ from the assumptions on which this presentation is based.

No investment advice - This presentation is not a financial product, investment advice or a recommendation to acquire Montem securities and has been prepared without taking into account the objectives, financial situation or needs of individuals. Before making an investment decision prospective investors should consider the appropriateness of the information having regard to their own objectives, financial situation and needs, and seek legal, taxation and financial advice appropriate to their jurisdiction and circumstances. Montem is not licensed to provide financial product advice in respect of its securities or any other financial products. Any investment in the Company should be regarded as being a speculative investment.

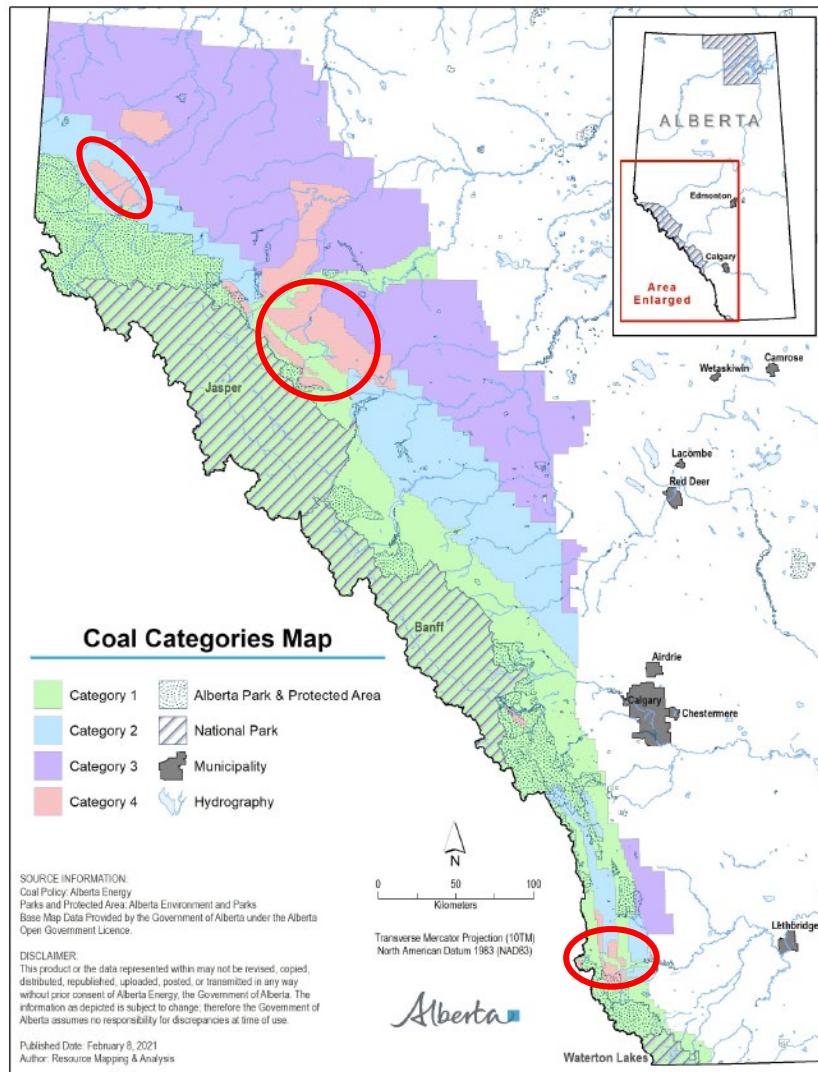
No offer - This presentation is not making any offer, inducement, solicitation or invitation or any kind and under no circumstances is it to be construed as a prospectus or advertisement. Without limiting the foregoing, this presentation is intended to be communicated only to such persons as Montem is legally able to communicate it and who are legally able to receive it in their jurisdiction of residence. If you are not such a person, please return the presentation to Montem immediately.

Information in this presentation remains subject to change without notice.

Agenda

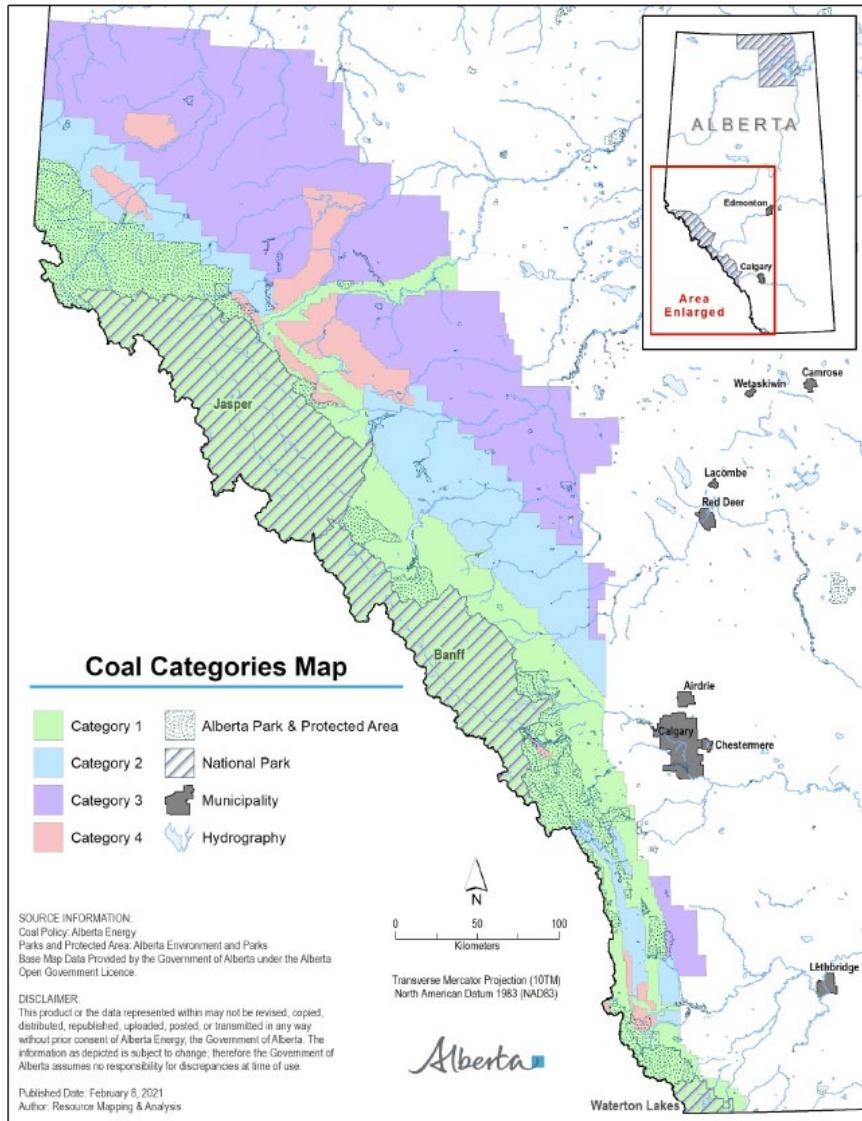
- Introductions
- Land categories overview
- Category 4 description and maps (Eastern Slopes)
- Historical mining within Category 4
- Distinct treatment of Category 4 relative to other categories:
 - » Historic
 - » Current during review process
 - » Implications for investors
- Recommendation

Coal category lands in the Eastern Slopes of Alberta



- The adjacent map from the Government of Alberta demarcates the land classification boundaries for the coal categories within the Eastern Slopes
- Red ellipses added to identify areas of historical active mining that cover most of the Category 4 land
 - » Steelmaking coal from NW Alberta since 1969
 - » Steelmaking and energy coal from the Coal Branch in west central Alberta since 1911
 - » Steelmaking and energy coal in the Crowsnest Pass since 1901
- Since 1976, the following coal mining developments have taken place, all within Category 4 lands:
 - » Development of Coal Valley surface mine
 - » Expansion of Grande Cache surface and underground
 - » Expansion of Cardinal River surface mine
 - » Development of Gregg River surface mine
 - » Development of Obed surface mine
 - » Development of Cheviot surface mine
 - » Development Vista surface mine
- The record of regulatory approvals for Alberta coal projects in the Eastern Slopes confirms its suitability as a land use

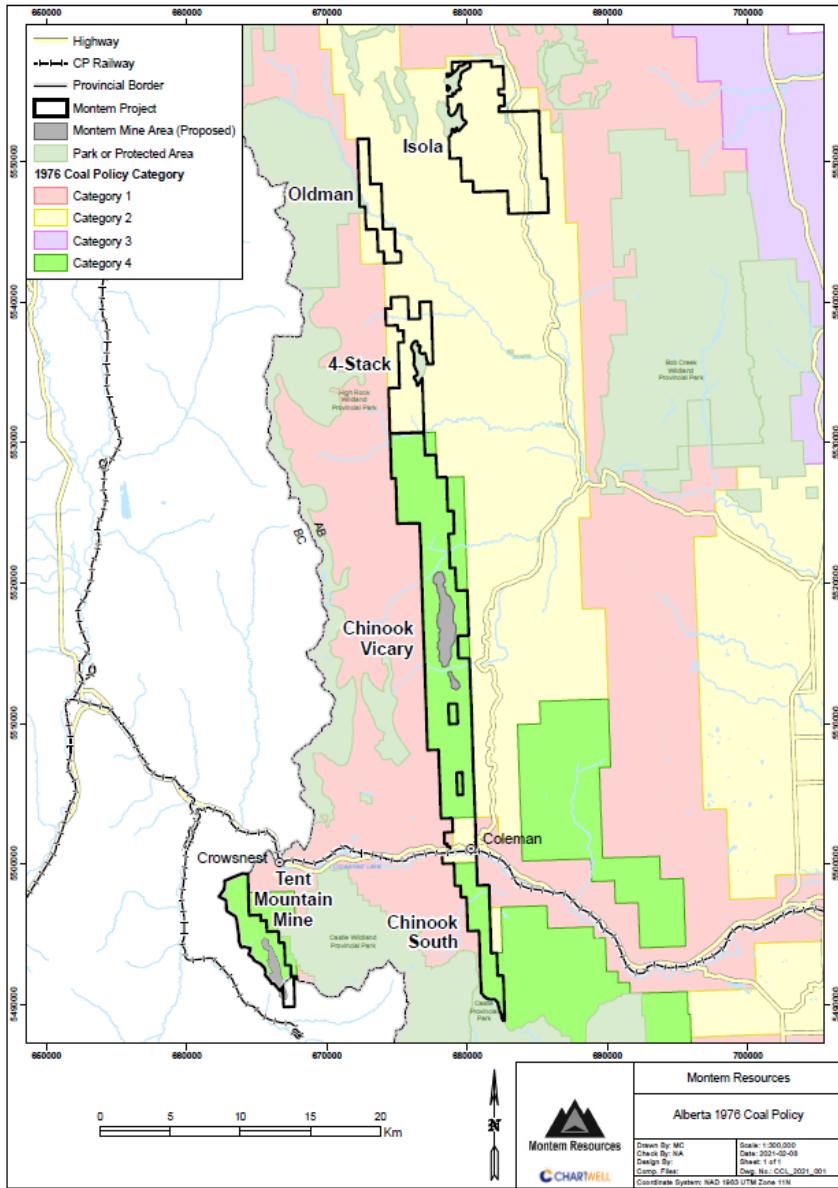
Eastern Slopes (cont.)



- The Eastern Slopes makes up about 14% of Alberta's total area
- Coal Policy categories within the Eastern Slopes make up the following breakdown:
 - » Category 1 44%
 - » Category 2 15%
 - » Category 3 35%
 - » Category 4 6%

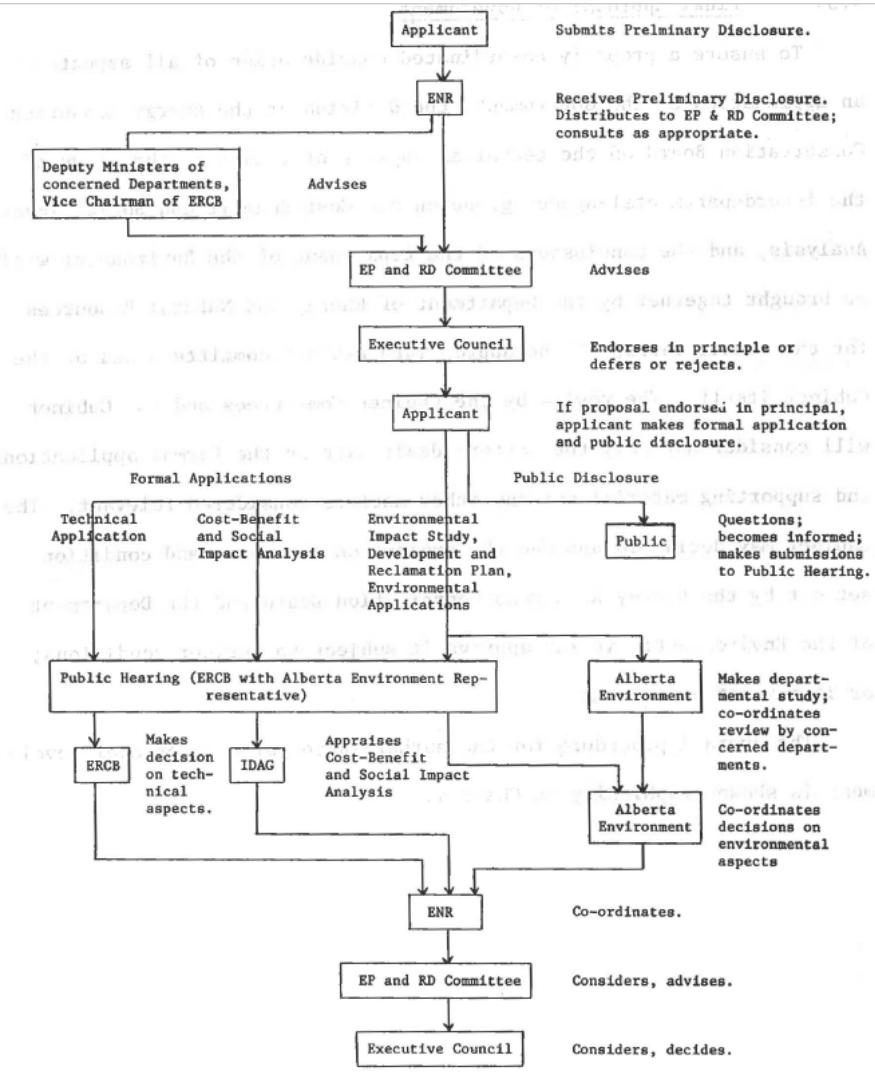
– Source: Government of Alberta mapping data

Land Categories in the Crowsnest Pass



- The Crowsnest Pass has a history of coal mining back to 1901
- Montem's Tent Mountain and Vicary mines were in production at the time the 1976 Coal Policy was introduced (both in Category 4)
- Prior to the 1976 Coal Policy, mining took place within what became the Category 4 lands Montem now holds:
 - York Creek Mine
 - International Mine
 - McGillivray Mine
 - Vicary Mine
 - Racehorse Mine
 - Tent Mountain Mine
- Montem coal properties include both Category 4 and Category 2

Coal Policy Process – Existing/New



ABBREVIATIONS

EP and RD Committee	Economic Planning and Resource Development Committee
ENR	Department of Energy and Natural Resources
ERCB	Energy Resources Conservation Board
IDAG	Interdepartmental-agency Group co-ordinated by the Department of Energy and Natural Resources

- **Chart 4 – Existing Coal Policy**
 - » Outlines a predictable and defined process for major project developments
 - » Process and regulatory changes necessitate a refinement and changes to this process
- Future developments rely upon a dependable process.

Category 4 Treatment

- From a land use perspective, the 1976 Coal Policy recognized coal mining within Category 4, including surface, underground, and insitu, may be considered “...subject to proper assurances respecting protection of the environment and reclamation of disturbed lands.”
- Since the Coal Policy adoption, all new and expansion coal mining projects were located within Category 4 lands (predominantly surface mining).
- The cessation of issuing coal exploration permits during the review process only covered Category 2 land and did not affect Category 4, reflecting their continued suitability for coal development.

Recommendation

- International investments were made in the Alberta coal industry in Category 4 assets on the basis of their treatment within the Coal Policy.
- Any significant change to the treatment of these lands will fundamentally undermine the basis on which these investments were made in the Alberta economy.
- Montem asks that the treatment of Category 4 lands in any new, modernized Coal Policy reflect their existing treatment under the 1976 Coal Policy.

Thank You